

ANNOUNCEMENT KCEC1
INVITATION NO. 10



United States
Department of
Agriculture

Farm
Service
Agency

Kansas City Commodity Office
Post Office Box 419205
Kansas City, Missouri 64141

TELEGRAM/TELEX/TWX 467094
EASYLINK 62140250
FAX NO. (816) 926-6381

August 16, 2001

ANNOUNCEMENT KCEC1, INVITATION NO. 10
EXCHANGE OF CCC-OWNED SUGAR
FOR USE IN DOMESTIC PROGRAMS

The Commodity Credit Corporation (CCC) invites offers, subject to the terms and conditions of Announcement KCEC1, to exchange CCC-owned sugar stocks for delivery of refined white granulated sugar, packed in 50 lb. bags with standard commercial markings, on pallets and stretchwrapped.

The refined white granulated sugar is to be packaged in 50 lb. bags (kraft or poly lined) and shall be palletized on 40" x 48" pallets with a slip sheet over pallet and NO OVERHANG ON PALLETS. Each pallet will contain approximately 50 bags; loaded weight shall be approximately 2,500 pounds, with a minimum of 3 layers of qualified stretchwrap per pallet to be used. Each truck totaling a minimum of 38,000 pounds to a maximum of 42,000 pounds of refined white granulated sugar to be delivered per location with the following EXCEPTIONS:

- OFFER 1: - TO RECEIVE 1/2 TRUCKLOAD
- OFFER 2: - TO RECEIVE 1 1/2 TRUCKLOADS (WITHIN 45 MILES OF OFFER NO. 1)
- OFFER 14: - TO RECEIVE 3 TRUCKLOADS (3 INSTITUTIONS - SAME ADDRESS)

DELIVERY PERIOD: OCTOBER 15, 2001 - NOVEMBER 15, 2001

Delivery Locations

- OFFER 1: Federal Prison Camp (1/2 TRUCKLOAD)
Glen Ray Road
Alderson, West Virginia 24910
Contact: Grif Cole
Phone: 304-445-2901
- OFFER 2: Federal Correctional Institution (1 1/2 TRUCKLOADS)
1600 Industrial Park Road
Beckley, West Virginia 25813
Contact: Bobby Addison
Phone: 304-252-9758, ext. 4360
- OFFER 3: Federal Correctional Institution
State Route 716
Ashland, Kentucky 41102
Contact: Joe Bainer
Phone: 606-928-6414

- OFFER 4: Federal Correctional Institution
Old North Carolina Highway 75
Butner, North Carolina 27509-1000
Contact: Chris Musgrove
Phone: 919-575-5000
- OFFER 5: Federal Correctional Institution
14601 Burbridge Road, S.E.
Cumberland, Maryland 21502
Contact: Brian McGorty
Phone: 301-784-1000 ext. 2059
- OFFER 6: Federal Medical Center
3301 Leestown Road
Lexington, Kentucky 40511
Contact: Donnie Beasley
Phone: 859-255-6812
- OFFER 7: Federal Correctional Institution
Route 8, Fox Hollow Road
Manchester, Kentucky 40962
Contact: Robert Spears
Phone: 606-598-1900
- OFFER 8: Federal Correctional Institution
1101 John A. Denie Road
Memphis, Tennessee 38134-7690
Contact: Tom Graf
Phone: 901-372-2269
- OFFER 9: Federal Correctional Institution
Greenbag Road
Morgantown, West Virginia 26507-1000
Contact: Jan Spears
Phone: 304-296-4416
- OFFER 10: Federal Correctional Institution
1100 River Road
Petersburg, Virginia 23804-1000
Contact: Michael Woodall
Phone: 804-733-7881
- OFFER 11: Federal Prison Camp
Seymour Johnson Air Force Base
1055 Peterson Avenue
Goldsboro, North Carolina 27531
Contact: Chris Ketch
Phone: 919-735-9711

OFFER 12: United States Penitentiary Lee County
Lee County Industrial Park
Hickory Flats Road
Pennington Gap, Va 24277
Contact: Tom De Luca
Phone: 540-523-0955

OFFER 13: Federal Prison Camp
1049 Allenwood Camp Lane
Montgomery, Pennsylvania 17752-9718
Contact: Joel Rogers
Phone: 570-547-1641

OFFER 14: Low Security Correctional Institution (3 TRUCKLOADS)
Route 15, 2 Miles North of Allenwood (1 TRUCKLOAD FOR EACH
White Deer, Pennsylvania 17887 INSTITUTION - SAME ADDRESS)
Contact: Dave Rutkowski
Phone: 570-547-1990

Federal Correctional Institution
Route 15, 2 Miles North of Allenwood
White Deer, Pennsylvania 17887
Contact: James Glenn
Phone: 570-547-7950

United States Penitentiary
Route 15, 2 Miles North of Allenwood
White Deer, Pennsylvania 17887
Contact: Bob Fields
Phone: 570-547-0963

OFFER 15: Metropolitan Detention Center
80 29th Street
Brooklyn, New York 11232
Contact: Jeff Tacconi
Phone: 718-840-4200, ext. 5301

OFFER 16: Federal Correctional Institution
Route 37
33½ Pembroke Road
Danbury, Connecticut 06811
Contact: Alan Clemmer
Phone: 203-743-6471, ext. 461

OFFER 17: Federal Correctional Institution
8730 Scroggs Road
Elkton, Ohio 44415
Contact: Wayne Ryan
Phone: 330-424-7448

- OFFER 18: Federal Correctional Institution
Highway 698
Fairton, New Jersey 08320
Contact: Randall Johnson
Phone: 856-453-1177
- OFFER 19: Federal Correctional Institution
Bldg. 5756, Hartford Road
Fort Dix, New Jersey 08640
Contact: Steve Luttrell
Phone: 609-723-1100, ext. 570
- OFFER 20: Federal Medical Center
42 Patton Road
Devens, Massachusetts 01432
Contact: Tim Lohmann
Phone: 978-796-1245
- OFFER 21: United States Penitentiary
R.D. 5
William Penn Road
Lewisburg, Pennsylvania 17837
Contact: Ed Hardy
Phone: 717-523-1251
- OFFER 22: Federal Correctional Institution
Rural Route #276
Loretto, Pennsylvania 15940
Contact: Larry Otranto
Phone: 814-472-4140, ext. 133
- OFFER 23: Federal Correctional Institution
Route 59 Big Shanty Road
Lewis Run, Pennsylvania 16738
Contact: Jerry DeSio
Phone: 814-362-8900
- OFFER 24: Metropolitan Correctional Center
150 Park Row
New York, New York 10007-1779
Contact: Collette Nicholson
Phone: 212-240-9656
- OFFER 25: Federal Correctional Institution
Two Mile Drive
Otisville, New York 10963
Contact: Rodger Deetscreek
Phone: 845-386-5855, ext. 370

OFFER 26: Federal Detention Center
700 Arch Street
Philadelphia, PA 19106
Contact: Wendell Bell
Phone: 215-521-4412

OFFER 27: Federal Correctional Institution
Old Ray Brook Road
Ray Brook, New York 12977
Contact: Gregory Childers
Phone: 518-891-5400, ext. 390

OFFER 28: Federal Correctional Institution
Interstate 81 & 901 W
Minersville, Pennsylvania 17954
Contact: Ralph Gundrum
Phone: 570-544-7180

OFFERS DUE: 2:00 p.m., CDT, August 23, 2001

CCC will telephone notice of acceptance by: 5:00 p.m., CDT, August 24, 2001.

Offerors must submit an offer for the entire quantity listed in the respective offer number. Successful contractors will receive CCC-owned sugar in exchange for the quantity awarded of refined white granulated bagged sugar.

In formulating the offer, the offeror should note that delivery of the sugar by CCC shall be instore at the location specified in the contract. Any difference between the quality and quantity surrendered by CCC and that actually delivered to the contractor by the storing warehouse shall be settled between the contractor and the storing warehouse.

Offerors are advised to check with the storing warehouse regarding scheduling, quality, and location of refined or raw sugar. Offerors are strongly urged to establish, prior to making an offer, the premium and discount schedules in case of quality or location discrepancies. Contractors must pay applicable charges to the storing warehouse. Commodity delivered by contractor must be produced in the United States, as specified in the announcement.

Storage for the account of CCC shall be through the date of transfer of title as evidenced on the wire release which will occur when all proper documentation is received in KCCO, BUT NO LATER THAN NOVEMBER 25, 2001. The contractor shall be responsible for all charges thereafter.

Offerors will list the quantity of sugar from the attached exhibit, designating the lot, location and quantity in exchange for the quantity of refined white granulated bagged sugar specified in the offer. Only one partial lot is permitted. In formulating the offer, the offeror should note that CCC-owned sugar will be received by the contractor instore, at storage locations specified in this Invitation under the attached exhibit.

CCC has the option to award less than quantity offered. Each offer will be analyzed independently. No offer will be contingent upon any other offer.

Any actual damages suffered by CCC resulting from any failure or refusal of contractor to perform, shall be for the account of the contractor. Such actual damages shall include, but not be limited to: storage and excess replacement costs.

3. SUBMISSION OF OFFERS

B. Where and When to Submit Offers

- (4) Offers, modification, or withdrawals of offers must be submitted to:

Kansas City Commodity Office
Attn: Bulk Commodities Division Bid Box - Stop 8748
P.O. Box 419205
Kansas City, MO 64141-6205

- (5) Users of the various express delivery services are to address correspondence to:

Kansas City Administrative Office
Attn: Bulk Commodities Division Bid Box - Stop 8748
6501 Beacon Drive
Room G-42A
Kansas City, MO 64133-4676

8. COMMODITY SPECIFICATIONS

Add B. Quality Specifications for U.S. Refined White Granulated Sugar (Bagged)

Type I: White (Refined)

Class A: Granulated (fine or extrafine)

Salient Characteristics:

Processing: The sugar shall be obtained from sugar cane or sugar beets and prepared in accordance with good commercial and manufacturing practices.

Odor, flavor, and color: The finished sugar shall have an odor, flavor, and color of the type and style specified.

Consistency: The finished sugar shall not contain lumps larger than 0.5 inch in their greatest dimension that cannot be broken by light finger pressure.

Foreign material: The sugar shall be visibly absent of foreign material (e.g.; metal, wood, glass, insects, insect fragments, or filth), and meet the vendor's standard specifications.

Physical properties: The sugar shall conform to the following sieve size requirements when examined on a Ro-Tap or equivalent shaking device fitted with the specified sized sieves using recognized commercial procedures.

U.S. Standard No. 20 Sieve: Maximum to remain on sieve (percent by weight) is 5

U.S. Standard No. 100 Sieve: Maximum to pass through sieve (percent by weight) is 10

Analytical requirements: Minimum sucrose 99.5 percent
Maximum ash 0.04 percent
Maximum moisture 0.05 percent

Analytical testing: Analyses shall be made in accordance with the Official Methods of Analysis of the AOAC International as follows:

<u>Test</u>	<u>Method</u>
Sucrose	925.46
Ash	900.02A
Moisture	925.45A at 65 degrees Centigrade

General: Must comply with all regulations under the Federal Food, Drug and Cosmetic Act, and be manufactured in accordance with Current Good Manufacturing Practices. The product shall not have a foreign taste or emit any objectionable odor in dry form or when a 10% solution is acidified to a pH of 2.5 with USP phosphoric acid and allowed to stand for 72 hours.

Add C. (1) Quality Assurance

The contractor must perform the product testing and quality analysis to ensure that the product analysis meets the specifications described in paragraph 8.B. The results must be evidenced by a Certificate of Analysis. The contractor must retain a copy of the Certificate of Analysis and provide a copy with each shipment.

Add D. Liquidated Damages

Compensation to USDA for Delay in Delivery

Liquidated damages for delay in delivery will be payable in accordance with Article 67 of USDA-1, and will be at the rate of \$0.10 per 100 pounds (net weight) per day.

9. DELIVERY

Add C. Contractor must contact the appropriate institution (listed in the offers) to schedule deliveries within the delivery period.

11. INVOICES FOR PAYMENT

Add E. **Documentation required by CCC must be submitted within 10 business days after the date of delivery to the institution:**

- (1) Bill of Lading for shipment of White Granulated Sugar
- (2) Certificate of Analysis
- (3) Signed delivery receipt from the institution
- (4) Include CC's contract number

TELEX/TWX - 467094 - Answer Back is USDA CI
Easylink 62140250
Fax No. (816) 926-6381 or (816) 926-6767
Communications Center - Telephone: (816) 823-1012

CCC reserves the right to refuse to consider an offer if the Kansas City Commodity Office does not have adequate information to determine the responsibility of offeror, financially or otherwise. First time CCC offerors, should notify CCC prior to submission of an offer. All offers must be signed. In order to properly consider the offer, the following information must be in the offer:

- Announcement number, Invitation number and Offer number (if applicable)
- Offeror's complete name, address, phone number, facsimile number, and contact name
- Quantity

Retain one copy of the submitted offer form for your use. The envelope must be plainly marked:

"Do Not Open Until the Prescribed Time Per Announcement KCEC1, Invitation No. 10."

If overnight/express service is utilized, the above statement must be printed clearly on the outer express envelope, not the mailing label.

Additional blank copies of original offer form may be obtained from the Kansas City Commodity Office or duplication of attached offer form is permitted.

The time recorded by the Easylink system or facsimile machine in the Kansas City Administrative Office (KCAO) will be used to determine the time of receipt by CCC. OFFERORS ARE RESPONSIBLE FOR THE TIMELY RECEIPT OF OFFERS. No offers, modifications, or withdrawals will be accepted by telephone.

Further information on the Announcement or this Invitation for Offers may be obtained by contacting:

Kansas City Commodity Office
Bulk Commodities Division
6501 Beacon Drive
Kansas City, MO 64133
Telephone (816) 926-6420

Richard G. DeVries
Deputy Director

Enclosure

EXCHANGE OF CCC-OWNED SUGAR STOCKS FOR REFINED WHITE GRANULATED SUGAR (BAGGED)
IN ACCORDANCE WITH ANNOUNCEMENT KCEC1, INVITATION NO. 10, DATED AUGUST 16, 2001, THE
UNDERSIGNED OFFERS THE FOLLOWING:

FIRM NAME _____

ADDRESS _____

CONTACT NAME _____

PHONE NO. _____ FAX NO. _____

OFFER NO. _____

PART ONE - CCC-OWNED SUGAR TO BE DELIVERED (INSTORE) TO OFFEROR:

LOT NO. _____ POUNDS _____ LOCATION _____
(City) (State) (Warehouse Code)

LOT NO. _____ POUNDS _____ LOCATION _____

LOT NO. _____ POUNDS _____ LOCATION _____

TOTAL NET POUNDS _____

PART TWO - CCC RECEIVES 50 LB. BAGGED REFINED WHITE GRANULATED SUGAR FROM OFFEROR:

QUANTITY _____ NET POUNDS OF REFINED WHITE GRANULATED SUGAR (BAGGED)

QUALITY AS SPECIFIED IN THE INVITATION.

DESTINATION _____

SIGNATURE 1/ _____ TITLE _____
1/ BEFORE SIGNING THIS OFFER, SEE ARTICLE 6 OF USDA-1, "SIGNING OF OFFERS".

The following statements are made in accordance with the Privacy Act of 1974 (5 USC 552a) and the Paperwork Reduction Act of 1995, as amended. The authority for requesting the following information is 7 CFR, Chapter 14, 1496, Subchapter B and C. The information will be used to assess Bulk Grain Procurement Offers. Furnishing the requested information is required to be a responsive offer. Failure to furnish the requested information will result in a nonresponsive offer. This information may be provided to other agencies, IRS, Department of Justice, or other State and Federal Law enforcement agencies, and in response to a court magistrate or administrative tribunal. The provisions of criminal and civil fraud statutes, including 18 USC 286, 287, 371, 641, 651, 1001; 15 USC 714m; and 31 USC 3729, may be applicable to the information provided.

Federal agencies may not conduct or sponsor, and a person is not required to respond to a collection of information unless it displays a currently valid OMB control number. Public reporting burden for this collection of information is estimated to average 15 minutes per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. Send comments regarding this burden estimate or any other aspect of this collection of information, including suggestions for reducing this burden, to the U. S. Department of Agriculture, Clearance Officer, OIRM (OMB No. 0560-0177), Stop 7630, Washington, D. C. 20250-7630.

The U.S. Department of Agriculture (USDA) prohibits discrimination in all its programs and activities on the basis of race, color, national origin, gender, religion, age, disability, political beliefs, sexual orientation, and marital or family status. (Not all prohibited bases apply to all programs.) Persons with disabilities who require alternative means for communication of program information (Braille, large print, audiotape, etc.) should contact USDA's TARGET Center at (202) 720-2600 (voice and TDD).

To file a complaint of discrimination, write USDA, Director, Office of Civil Rights, Room 326-W, Whitten Building, 14th and Independence Avenue, SW, Washington, D. C. 20250-9410C(h)].

**EXHIBIT A
USDA - FSA
SUGAR CATALOG**

<u>LOT NUMBER</u>	<u>TYPE</u>	<u>QUANTITY (POUNDS)</u>	<u>---STORAGE LOCATION---</u>		<u>---PCSA CONTRACTOR---</u>
			<u>CODE</u>	<u>NAME & ADDRESS</u>	<u>NAME, CONTACT & PHONE</u>
1001	BEET	3,000,000	71003	SPRECKLES SUGAR CO. BRAWLEY, CA	IMPERIAL SUGAR CO. GARY KYLE 281-490-9709
1002	BEET	3,000,000	71004	MONITOR SUGAR CO. BAY CITY, MI	MONITOR SUGAR CO. JERRY COLEMAN 517-686-0161
1003	CANE	3,000,000	71006	SAVANNAH SUGAR REFINERY PORT WENTWORTH, GA	IMPERIAL SUGAR CO. GARY KYLE 281-490-9709
1004	BEET	3,000,000	71012	GATEWAY WAREHOUSES INC. CLEVELAND, OH	THE WESTERN SUGAR CO. GARY ENGLAND 303-813-3528
1005	BEET	3,000,000	71014	AGROMAC INTERNATIONAL GERING, NE	THE WESTERN SUGAR CO. GARY ENGLAND 303-813-3528
1006	BEET	3,000,000	71016	MASON CITY DIST CNTR. MASON CITY, IA	UNITED SUGARS CORP. MIKE FISHER 952-896-0410
1007	BEET	3,000,000	71018	AMERICAN CRYSTAL SUGAR MOORHEAD, MN	UNITED SUGARS CORP. MIKE FISHER 952-896-0410
1008	BEET	3,000,000	71043	NAMPA FACTORY NAMPA, ID	AMALGAMATED SUGAR CORP. DAN MCENTEE 801-399-3431
1009	BEET	3,000,000	71045	MINI-CASSIA FACILITY BURLEY, ID	AMALGAMATED SUGAR CORP. DAN MCENTEE 801-399-3431
1010	RAW CANE	5,000,000	71053	OSCEOLA MILL WHSE. PAHOKEE, FL	FLORIDA CRYSTALS CORP. ERIK BLOMQVIST 561-655-6303
1011	RAW CANE	5,000,000	71054	OKEELANTA CORP. SOUTH BAY, FL	FLORIDA CRYSTALS CORP. ERIK BLOMQVIST 561-655-6303
1012	BEET	3,000,000	71058	PACIFIC NW SUGAR CO. MOSES LAKE, WA	PACIFIC NW SUGAR CO. MARVIN PRICE 509-764-2000
1013	RAW CANE	5,000,000	71059	ATLANTIC SUGAR ASSN. BELLE GLADE, FL	ATLANTIC SUGAR ASSN. VALENTIN GALAN 561-996-6541
1014	RAW CANE	5,000,000	71071	UNITED STATES SUGAR CORP. CLEWISTON, FL	UNITED STATES SUGAR CORP. STEVE COFFMAN 863-902-2113